# Union Calendar No. 466

103D CONGRESS 2D SESSION

# H. R. 4522

[Report No. 103-844]

# **№** BILL

To amend the Communications Act of 1934 to extend the authorization of appropriations of the Federal Communications Commission, and for other purposes.

OCTOBER 6, 1994

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed

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#### IN THE HOUSE OF REPRESENTATIVES

May 26, 1994

Mr. Markey (for himself and Mr. Fields of Texas) introduced the following bill; which was referred to the Committee on Energy and Commerce

OCTOBER 6, 1994 Additional sponsor: Mr. BOUCHER

OCTOBER 6, 1994

Reported with an amendment, committed to the Committee of the Whole House on the State of the Union, and ordered to be printed [Strike out all after the enacting clause and insert the part printed in italic]

### A BILL

To amend the Communications Act of 1934 to extend the authorization of appropriations of the Federal Communications Commission, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

#### SECTION 1. SHORT TITLE.

- 2 This Act may be cited as the "Federal Communica-
- 3 tions Commission Authorization Act of 1994".
- 4 SEC. 2. EXTENSION OF AUTHORITY.
- 5 Section 6 of the Communications Act of 1934 (47)
- 6 U.S.C. 156) is amended to read as follows:
- 7 "SEC. 6. AUTHORIZATION OF APPROPRIATIONS.
- 8 "There are authorized to be appropriated for the ad-
- 9 ministration of this Act by the Commission \$188,400,000
- 10 for fiscal year 1995, together with such sums as may be
- 11 necessary for increases resulting from adjustments in sal-
- 12 ary, pay, retirement, other employee benefits required by
- 13 law, and other nondiscretionary costs, for fiscal year 1995.
- 14 Of the sum appropriated in each fiscal year under this
- 15 section, a portion, in an amount determined under section
- 16 9(b), shall be derived from fees authorized by section 9.".
- 17 SECTION 1. SHORT TITLE.
- 18 This Act may be cited as the "Federal Communica-
- 19 tions Commission Authorization Act of 1994".
- 20 SEC. 2. EXTENSION OF AUTHORITY.
- 21 (a) AUTHORIZATION OF APPROPRIATIONS.—Section 6
- 22 of the Communications Act of 1934 (47 U.S.C. 156) is
- 23 amended to read as follows:
- 24 "SEC. 6. AUTHORIZATION OF APPROPRIATIONS.
- 25 "There are authorized to be appropriated for the ad-
- 26 ministration of this Act by the Commission \$188,400,000

- 1 for fiscal year 1995, together with such sums as may be
- 2 necessary for increases resulting from adjustments in sal-
- 3 ary, pay, retirement, other employee benefits required by
- 4 law, and other nondiscretionary costs, for fiscal year 1995.
- 5 Of the sum appropriated in each fiscal year under this sec-
- 6 tion, a portion, in an amount determined under sections
- 7 8(b) and 9(b), shall be derived from fees authorized by sec-
- 8 tions 8 and 9.".
- 9 (b) Travel and Reimbursement Program.—Sec-
- 10 tion 4(g)(2) of the Communications Act of 1934 (47 U.S.C.
- 11 154(g)(2)) is amended to read as follows:
- 12 "(2) The Commission shall submit to the appropriate
- 13 committees of Congress, and publish in the Federal Register,
- 14 semiannual reports specifying the reimbursements which
- 15 the Commission has accepted under section 1353 of title 31,
- 16 United States Code.".
- 17 (c) Communications Support From Older Ameri-
- 18 CANS.—Section 6(a) of the Federal Communications Com-
- 19 mission Authorization Act of 1988 (47 U.S.C. 154 note) is
- 20 amended by striking "fiscal years 1992 and 1993" and in-
- 21 serting "fiscal year 1995".
- 22 SEC. 3. APPLICATION FEES.
- 23 (a) Adjustment of Application Fee Schedule.—
- 24 Section 8(b) of the Communications Act of 1934 (47 U.S.C.
- 25 *158(b))* is amended to read as follows:

- 1 "(b)(1) For fiscal year 1995 and each fiscal year there-
- 2 after, the Commission shall, by regulation, modify the ap-
- 3 plication fees by proportionate increases or decreases so as
- 4 to result in estimated total collections for the fiscal year
- 5 equal to—
- 6 "(A) \$40,000,000; plus
- 7 "(B) an additional amount, specified in an ap-
- 8 propriation Act for the Commission for that fiscal
- 9 year to be collected and credited to such appropria-
- tion, not to exceed the amount by which the necessary
- 11 expenses for the costs described in paragraph (5) ex-
- 12 ceeds \$40,000,000.
- 13 "(2) In making adjustments pursuant to this para-
- 14 graph the Commission may round such fees to the nearest
- 15 \$5.00 in the case of fees under \$100, or to the nearest \$20
- 16 in the case of fees of \$100 or more. The Commission shall
- 17 transmit to the Congress notification of any adjustment
- 18 made pursuant to this paragraph immediately upon the
- 19 adoption of such adjustment.
- 20 "(3) The Commission is authorized to continue to col-
- 21 lect fees at the prior year's rate until the effective date of
- 22 fee adjustments or amendments made pursuant to para-
- 23 graphs (1) and (4).
- 24 "(4) The Commission shall, by regulation, add, delete,
- 25 or reclassify services, categories, applications, or other fil-

- 1 ings subject to application fees to reflect additions, dele-
- 2 tions, or changes in the nature of its services or authoriza-
- 3 tion of service processes as a consequence of Commission
- 4 rulemaking proceedings or changes in law.
- 5 "(5) Any modified fees established under paragraph
- 6 (4) shall be derived by determining the full-time equivalent
- 7 number of employees performing application activities, ad-
- 8 justed to take into account other expenses that are reason-
- 9 ably related to the cost of processing the application or fil-
- 10 ing, including all executive and legal costs incurred by the
- 11 Commission in the discharge of these functions, and other
- 12 factors that the Commission determines are necessary in the
- 13 public interest. The Commission shall—
- 14 "(A) transmit to the Congress notification of any
- 15 proposed modification made pursuant to this para-
- 16 graph immediately upon adoption of such proposal;
- 17 and
- 18 "(B) transmit to the Congress notification of any
- 19 modification made pursuant to this paragraph imme-
- 20 diately upon adoption of such modification.
- 21 "(6) Increases or decreases in application fees made
- 22 pursuant to this subsection shall not be subject to judicial
- 23 review.".
- 24 (b) Treatment of Additional Collections.—Sec-
- 25 tion 8(e) of such Act is amended to read as follows:

1	"(e) Of the moneys received from fees authorized under
2	this section—
3	"(1) \$40,000,000 shall be deposited in the gen-
4	eral fund of the Treasury to reimburse the United
5	States for amounts appropriated for use by the Com-
6	mission in carrying out its functions under this Act;
7	and
8	"(2) the remainder shall be deposited as an off-
9	setting collection in, and credited to, the account pro-
10	viding appropriations to carry out the functions of
11	the Commission.".
12	(c) Schedule of Application Fees for PCS.—The
13	schedule of application fees in section 8(g) of such Act is
14	amended by adding, at the end of the portion under the
15	heading "COMMON CARRIER SERVICES", the following new
16	item:
	"23. Personal communications services   "a. Initial or new application 230   "b. Amendment to pending application 35   "c. Application for assignment or transfer of control 230   "d. Application for renewal of license 35   "e. Request for special temporary authority 200   "f. Notification of completion of construction 35   "g. Request to combine service areas 50"
17	(d) Vanity Call Signs.—
18	(1) Lifetime license fees.—
19	(A) Amendment.—The schedule of applica-
20	tion fees in section 8(g) of such Act is further
21	amended by adding at the end of the portion

1	under the heading ''PRIVATE RADIO SERVICES'',
2	the following new item:
	"11. Amateur vanity call signs
3	(B) Treatment of receipts.—Moneys re-
4	ceived from fees established under the amendment
5	made by this subsection shall be deposited as an
6	offsetting collection in, and credited to, the ac-
7	count providing appropriations to carry out the
8	functions of the Commission.
9	(2) Termination of annual regulatory
10	FEES.—The schedule of regulatory fees in section 9(g)
11	of such Act (47 U.S.C. 159(g)) is amended by striking
12	the following item from the fees applicable to the Pri-
13	vate Radio Bureau:
	"Amateur vanity call-signs
14	SEC. 4. REGULATORY FEES.
15	(a) Executive and Legal Costs.—Section 9(a)(1)
16	of the Communications Act of 1934 (47 U.S.C. 159(a)(1))
17	is amended by inserting before the period at the end the
18	following: ", and all executive and legal costs incurred by
19	the Commission in the discharge of these functions".
20	(b) Establishment and Adjustment.—Section 9(b)
21	of such Act is amended—
22	(1) in paragraph (4)(B), by striking "90 days"
23	and inserting "45 days"; and

1	(2) by adding at the end the following new para-
2	graph:
3	"(5) Effective date of adjustments.—The
4	Commission is authorized to continue to collect fees at
5	the prior year's rate until the effective date of fee ad-
6	justments or amendments made pursuant to para-
7	graph (2) or (3).".
8	(c) Regulatory Fees for Satellite TV Oper-
9	ATIONS.—The schedule of regulatory fees in section 9(g) of
10	such Act is amended, in the fees applicable to the Mass
11	Media Bureau, by inserting after each of the items pertain-
12	ing to construction permits in the fees applicable to VHF
13	commercial and UHF commercial TV the following new
14	item:
	"Terrestrial television satellite operations
15	(d) Governmental Entities use for Common Car-
16	RIER PURPOSES.—Section 9(h) of such Act is amended by
17	adding at the end the following new sentence: "The excep-
18	tions provided by this subsection for governmental entities
19	shall not be applicable to any services that are provided
20	on a commercial basis in competition with another car-
21	rier.''.
22	(e) Information Required in Connection with
23	Adjustment of Regulatory Fees.—Title I of such Act
24	is amended—

1	(1) in section 9, by striking subsection (i); and
2	(2) by inserting after section 9 the following new
3	section:
4	"SEC. 10. ACCOUNTING SYSTEM AND ADJUSTMENT INFOR-
5	MATION.
6	"(a) Accounting System Required.—The Commis-
7	sion shall develop accounting systems for the purposes of
8	making the adjustments authorized by sections 8 and 9. The
9	Commission shall annually prepare and submit to the Con-
10	gress an analysis of such systems and shall annually afford
11	interested persons the opportunity to submit comments con-
12	cerning the allocation of the costs of performing the func-
13	tions described in section 8(a)(5) and 9(a)(1) in making
14	such adjustments in the schedules required by sections 8 and
15	9.
16	"(b) Information Required in Connection with
17	Adjustment of Application and Regulatory Fees.—
18	"(1) Schedule of requested amounts.—No
19	later than May 1 of each calendar year, the Commis-
20	sion shall prepare and transmit to the Committees of
21	Congress responsible for the Commission's authoriza-
22	tion and appropriations a detailed schedule of the
23	amounts requested by the President's budget to be ap-
24	propriated for the ensuing fiscal year for the activi-
25	ties described in sections 8(a)(5) and 9(a)(1), allo-

1 cated by bureaus, divisions, and offices of the Com-2 mission.

"(2) Explanatory statement.—If the Commission anticipates increases in the application fees or regulatory fees applicable to any applicant, licensee, or unit subject to payment of fees, the Commission shall submit to the Congress by May 1 of such calendar year a statement explaining the relationship between any such increases and either (A) increases in the amounts requested to be appropriated for Commission activities in connection with such applicants, licensees, or units subject to payment of fees, or (B) additional activities to be performed with respect to such applicants, licensees, or units.

"(3) Definition.—For purposes of this subsection, the term 'amount requested by the President's budget' shall include any adjustments to such requests that are made by May 1 of such calendar year. If any such adjustment is made after May 1, the Commission shall provide such Committees with updated schedules and statements containing the information required by this subsection within 10 days after the date of any such adjustment."

#### 1 SEC. 5. INSPECTION OF SHIP RADIO STATIONS.

2	(a)	AUTHOR	RITY TC	) DE	SIGNATE	E ENTITI	ES TO	IN-
3	SPECT.—	-Section	4(f)(3) d	of the	Commu	nications	Act of	1934

- 4 (47 U.S.C. 154(f)(3)) is amended by adding at the end the
- 5 following: "And provided further, That, in the alternative,
- 6 an entity designated by the Commission may make the in-
- 7 spections referred to in this paragraph.".
- 8 (b) Conduct of Inspections.—Section 362(b) of
- 9 such Act (47 U.S.C. 362(b)) is amended to read as follows:
- 10 "(b) Every ship of the United States that is subject
- 11 to this part shall have the equipment and apparatus pre-
- 12 scribed therein inspected at least once each year by the Com-
- 13 mission or an entity designated by the Commission. If, after
- 14 such inspection, the Commission is satisfied that all rel-
- 15 evant provisions of this Act and the station license have
- 16 been complied with, the fact shall be certified to on the sta-
- 17 tion license by the Commission. The Commission shall make
- 18 such additional inspections at frequent intervals as the
- 19 Commission determines may be necessary to ensure compli-
- 20 ance with the requirements of this Act. The Commission
- 21 may, upon a finding that the public interest could be served
- 22 thereby—
- 23 "(1) waive the annual inspection required under
- 24 this section for a period of up to 90 days for the sole
- 25 purpose of enabling a vessel to complete its voyage

- and proceed to a port in the United States where an
- 2 inspection can be held; or
- 3 "(2) waive the annual inspection required under
- 4 this section for a vessel that is in compliance with the
- 5 radio provisions of the Safety Convention and that is
- 6 operating solely in waters beyond the jurisdiction of
- 7 the United States, provided that such inspection shall
- 8 be performed within 30 days of such vessel's return to
- 9 the United States.".
- 10 (c) Inspection By Other Entities.—Section 385 of
- 11 such Act (47 U.S.C. 385) is amended by inserting "or an
- 12 entity designated by the Commission" after "The Commis-
- 13 sion".

#### 14 SEC. 6. EXPEDITED ITFS PROCESSING.

- 15 Section 5(c)(1) of the Communications Act of 1934 (47)
- 16 U.S.C. 155(c)(1)) is amended by striking the last sentence
- 17 and inserting the following: "Except for cases involving the
- 18 authorization of service in the Instructional Television
- 19 Fixed Service, or as otherwise provided in this Act, nothing
- 20 in this paragraph shall authorize the Commission to pro-
- 21 vide for the conduct, by any person or persons other than
- 22 persons referred to in paragraph (2) or (3) of section 556(b)
- 23 of title 5, United States Code, of any hearing to which such
- 24 section applies.".

#### SEC. 7. TARIFF REJECTION AUTHORITY.

- 2 Section 203(d) of the Communications Act of 1934 (47)
- 3 U.S.C. 203(d)) is amended by inserting after the first sen-
- 4 tence the following new sentences: "The Commission may,
- 5 after affording interested parties an opportunity to com-
- 6 ment, reject a proposed tariff filing in whole or in part,
- 7 if the filing or any part thereof is patently unlawful. In
- 8 evaluating whether a proposed tariff filing is patently un-
- 9 lawful, the Commission may consider additional informa-
- 10 tion filed by the carrier or any interested party and shall
- 11 presume the facts alleged by the carrier to be true.".

#### 12 SEC. 8. REFUND AUTHORITY.

- 13 Section 220(d) of the Communications Act of 1934 (47
- 14 *U.S.C. 220(d)) is amended—*
- 15 (1) by inserting "(1)" after "(d)"; and
- 16 (2) by adding at the end the following new para-
- 17 graph:
- 18 "(2) The Commission may require by order the refund
- 19 of such portion of any charge or expenditure by any carrier
- 20 or carriers as results from a violation of paragraph (1) of
- 21 this subsection or of any of the rules promulgated pursuant
- 22 to such paragraph. Such refunds shall be paid, with inter-
- 23 est, to such persons or classes of persons as the Commission
- 24 determines reasonably represent the persons from whom
- 25 amounts were improperly received by reason of such viola-

tion. No refunds shall be required under this paragraph unless— 2 3 "(A) the Commission issues an order advising the carrier of its potential refund liability and pro-4 vides the carrier with an opportunity to file written 5 comments as to why refunds should not be required; 6 7 and "(B) such order is issued not later than 5 years 8 after the date the violation occurred. 9 In the case of a continuing violation, a violation shall be considered to occur on each date that the violation is repeated. Nothing in this subsection shall be construed to require a carrier to retain for such 5 year period records with respect to amounts paid by or on behalf of such persons.". SEC. 9. LICENSING OF AVIATION, MARITIME, AND PER-16 SONAL RADIO SERVICES BY RULE. 17 Section 307(e) of the Communications Act of 1934 (47) U.S.C. 307(e)) is amended to read as follows: 18 19 "(e)(1) Notwithstanding any license requirement es-20 tablished in this Act. if the Commission determines that such authorization serves the public interest, convenience, 21 and necessity, the Commission may by rule authorize the

operation of radio stations without individual licenses in

the following radio services: (A) the personal radio services;

(B) the aviation radio service for aircraft stations operated

- 1 on domestic flights when such aircraft are not otherwise re-
- 2 quired to carry a radio station; and (C) the maritime radio
- 3 service for ship stations navigated on domestic voyages
- 4 when such ships are not otherwise required to carry a radio
- 5 station.
- 6 "(2) Any radio station operator who is authorized by
- 7 the Commission to operate without an individual license
- 8 shall comply with all other provisions of this Act and with
- 9 rules prescribed by the Commission under this Act.
- 10 "(3) For purposes of this subsection, the terms 'per-
- 11 sonal radio services', 'aircraft station', and 'ship station'
- 12 shall have the meanings given them by the Commission by
- 13 rule, except that the term 'personal radio services' shall not
- 14 include the amateur service.".

#### 15 SEC. 10. AUCTION TECHNICAL AMENDMENTS.

- 16 (a) Funding Availability.—Section 309(j)(8)(B) of
- 17 the Communications Act of 1934 (47 U.S.C. 309(j)(8)(B))
- 18 is amended by adding at the end the following new sentence:
- 19 "Such offsetting collections are authorized to remain avail-
- 20 able until expended.".
- 21 (b) Escrow of Deposits.—Section 309(j)(8) of such
- 22 Act is further amended by adding at the end the following
- 23 new subparagraph:
- 24 "(C) ESCROW OF DEPOSIT.—The Commis-
- 25 sion is authorized, based on the competitive bid-

1	ding methodology selected, to provide for the de-
2	posit of moneys for bids in an interest-bearing
3	account until such time as the Commission ac-
4	cepts a deposit from the high bidder. All interest
5	earned on bid moneys received from the winning
6	bidder shall be deposited into the general fund of
7	the Treasury. All interest earned on bid moneys
8	deposited from unsuccessful bidders, less any ap-
9	plicable fees and penalties, shall be paid to those
10	bidders.''.
11	SEC. 11. FORFEITURES FOR VIOLATIONS IMPERILING SAFE-
12	TY OF LIFE.
13	(a) Administrative Sanctions.—Section 312(a) of
14	the Communications Act of 1934 (47 U.S.C. 312(a)) is
15	amended—
16	(1) by striking ''or'' at the end of paragraph (6);
17	(2) by striking the period at the end of para-
18	graph (7) and inserting "; or"; and
19	(3) by adding at the end the following new para-
20	graph:
21	"(8) for failure to comply with any requirement
21 22	"(8) for failure to comply with any requirement of this Act or the Commission's rules that imperils the
22	of this Act or the Commission's rules that imperils the

1	(1) by striking "or" at the end of subparagraph
2	(C);
3	(2) by striking the semicolon at the end of sub-
4	paragraph (D) and inserting "; or"; and
5	(3) by adding after subparagraph (D) the follow-
6	ing new subparagraph:
7	"(E) failed to comply with any requirement of
8	this Act or the Commission's rules that imperils the
9	safety of life;''.
10	SEC. 12. FINDINGS AND POLICY REGARDING THE AMATEUR
11	RADIO SERVICE.
12	The Congress finds and declares that—
13	(1) radio amateurs are hereby commended for
14	their contributions to technical progress in electronics,
15	and for their emergency radio communications in
16	times of disaster;
17	(2) the Federal Communications Commission is
18	urged to continue and enhance the development of the
19	amateur radio service as a public benefit by adopting
20	rules and regulations which encourage the use of new
21	technologies within the amateur radio service; and
22	(3) the Commission is urged to make reasonable
23	accommodations for the effective operation of amateur
24	radio from residences, private vehicles and public
25	areas, and all levels of government are urged to facili-

1	tate and encourage amateur radio operation as a
2	public benefit.
3	SEC. 13. STATUTE OF LIMITATIONS FOR FORFEITURE PRO-
4	CEEDINGS AGAINST COMMON CARRIERS.
5	Section 503(b)(6) of the Communications Act of 1934
6	(47 U.S.C. 503(b)(6)) is amended—
7	(1) by striking "or" at the end of subparagraph
8	(A);
9	(2) by inserting "and is not a common carrier"
10	after "title III of this Act" in subparagraph (B);
11	(3) by redesignating subparagraph (B) as sub-
12	paragraph (C); and
13	(4) by inserting after subparagraph (A) the fol-
14	lowing new subparagraph:
15	"(B) such person is a common carrier and the
16	required notice of apparent liability is issued more
17	than 5 years after the date the violation charged oc-
18	curred; or".
19	SEC. 14. UTILIZATION OF FM BAND FOR ASSISTIVE DEVICES
20	FOR HEARING IMPAIRED INDIVIDUALS.
21	Within 6 months after the date of enactment of this
22	Act, the Federal Communications Commission shall report
23	to the Congress on the existing and future use of the FM
24	band to facilitate the use of auditory assistive devices for

1	individuals with hearing impairments. In preparing such
2	report, the Commission shall consider—
3	(1) the potential for utilizing FM band auditory
4	assistive devices to comply with the Americans with
5	Disabilities Act;
6	(2) the impact on such compliance of the vulner-
7	ability of such devices to harmful interference from
8	radio licensees; and
9	(3) alternative frequency allocations that could
10	facilitate such compliance.
11	SEC. 15. TECHNICAL AMENDMENT.
12	Section 302(d)(1) of the Communications Act of 1934
13	(47 U.S.C. 309(d)(1)) is amended—
14	(1) in subparagraph (A), by striking ''allocated
15	to the domestic cellular radio telecommunications
15 16	to the domestic cellular radio telecommunications service" and inserting "utilized to provide commercial
16	service" and inserting "utilized to provide commercial
16 17	service" and inserting "utilized to provide commercial mobile service (as defined in section 332(d))"; and

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